1 2 3 4 5 6 7 UNITED STATES DISTRICT COURT 8 9 NORTHERN DISTRICT OF CALIFORNIA 10 11 ZYNGA GAME NETWORK INC., 12 Plaintiff(s), No. C09-5301 JSW (BZ) 13 v. REPORT AND RECOMMENDATION TO GRANT PLAINTIFF'S MOTION FOR 14 AHAMED SUHAIL, dba ATTORNEYS' FEES AND COSTS CHIPPSTORE.COM, 15 Defendant(s). 16 On August 25, 2010, the Honorable Jeffrey S. White 17 referred to me plaintiff Zynga Game Network Inc.'s motion for 18 attorneys' fees and costs. The following is my report and 19 2.0 recommendation. 21 Plaintiff obtained a default judgment against defendant 22 Ahamed Suhail after defendant failed to answer plaintiff's 23 complaint or otherwise defend the action. Docket No. 39. 24 Plaintiff now requests \$16,477.50 in attorneys' fees and \$2,705.60 in costs pursuant to the Lanham Act. 15 U.S.C. § 25 1117. Section 1117 permits a court to award reasonable 26 27 attorneys' fees to the prevailing party in "exceptional 28 cases." Id. A case is "exceptional" where the defendant's

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behavior is malicious, fraudulent, deliberate or willful. <u>See Sealy, Inc. v. Easy Living, Inc.</u>, 743 F.2d 1378, 1384 (9th Cir. 1984) (citing <u>Playboy Enters., Inc. v. Baccarat Clothing Co.</u>, 692 F.2d 1272, 1276 (9th Cir. 1982)). In this matter, the court found that defendant's activities were willful and malicious. Docket No. 39. Thus, attorneys' fees are appropriate under 15 U.S.C. § 1117.

To determine the reasonable amount of attorneys' fees, the court should "calculate the 'lodestar figure' by taking the number of hours reasonably expended on the litigation and multiplying it by a reasonable hourly rate." Fischer v. SJB-P.D. Inc., 214 F.3d 1115, 1119 (9th Cir. 2000) (citing Hensley v. Eckerhart, 461 U.S. 424, 433 (1983)). In support of its motion for attorneys' fees, plaintiff submits a survey of average hourly rates for intellectual property attorneys and its billing records stating the amount of hours expended on this matter. Varas Dec., Exh. 1; Notice of Lodging of Billing Records. I am satisfied that the hourly rates charged by plaintiff's attorneys are reasonable for their level of experience. However, I am troubled by the number of attorneys

By virtue of his default, defendant is deemed to have admitted that his infringement of plaintiff's trademark was willful and malicious. See Adriana Int'l Corp. v. Theoren, 913 F.2d 1406, 1414 (9th Cir. 1990).

The court must review detailed time records to determine whether the hours expended on a matter were reasonable or excessive, and it must also determine the reasonable hourly rate by looking to "the rate prevailing in the community for similar work performed by attorneys of comparable skill, experience, and reputation." Chalmers v. City of L.A., 796 F.2d 1205, 1210-11 (9th Cir. 1986), reh'q denied, amended on other grounds, 808 F.2d 1373 (9th Cir. 1987).

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involved and the number of hours expended for what is essentially a routine collection suit which proceeded by way of default. Nevertheless, because this case required third party discovery to uncover defendant's identity (Docket No. 9), I recommend that plaintiff be awarded all its fees.

A plaintiff who prevails on a claim under 15 U.S.C. § 1125(a) is also entitled to costs. 15 U.S.C. §1117(a). In support of its motion, plaintiff submits a bill of costs for \$2,705.60. Docket No. 42. I am satisfied that plaintiff's costs incurred are also reasonable. Accordingly, I recommend that the court GRANT Zynga's \$16,477.50 in attorneys' fees and \$2,705.60 in costs.

Dated: October 20, 2010

Bernard Zimmerman
United States Magistrate Judge

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I share Judge Conti's concern with the document delivery charges, considering that there are alternative methods of delivering documents that are not time sensitive (i.e. first class mail). However these charges were incurred before Judge Conti ruled. Zynga Game Network, Inc. V. Erkan, 3:09-cv-03264 SC, Docket No. 53 (N.D. Cal. Aug. 31, 2010).